Amendments to the Claims

- 1. 5. (Canceled)
- (Currently Amended) A method of preparing a beverage, comprising:
 <u>deriving NAG from a fungal biomass containing chitin or bacteria that produce NAG;</u>
 adding at least about 0.01 g NAG per serving to a beverage to form a NAG beverage,
 wherein a serving is about 8 ounces; and

heat pasteurizing the NAG beverage at a temperature of least about 160°F, wherein at least about 70% of the NAG remains in the NAG beverage after the heat pasteurizing.

- (Original) The method of claim 6, wherein the NAG beverage is heat-pasteurized at a temperature of at least about 200°F.
- (Original) The method of claim 6, wherein an amount of NAG present in the NAG beverage is about 250 mg to about 1500 mg NAG per serving.
 - 9. (Canceled)
 - 10. (Previously Presented) A food product comprising:
- a NAG food product comprising from about 1 g NAG/1000 g of food product to about 1 g NAG/0.1 g of food product, wherein the NAG food product is at a temperature of at least about 160°F; and

an absence of shellfish proteins.

- (Original) The food product of claim 10, wherein the NAG food product is at a temperature of at least about 200°F.
- (Original) The food product of claim 10, wherein the food product is a flour- or grainbased product.

- 13. (Previously Presented) The food product of claim 10, wherein an amount of NAG present in the NAG food product is about 0.01 g NAG/10 g of food product to about 1 g NAG/0.5 g of food product.
- 14. (Currently Amended) A method of preparing a food product, comprising deriving NAG from a fungal biomass containing chitin or bacteria that produce NAG; adding NAG to a food product to form a NAG food product, wherein the NAG food product comprises from about 1 g NAG/1000 g of food product to about 1 g NAG/0.1 g of food product; and

heating the NAG food product to a temperature of at least about 160°F, wherein at least about 70% of the NAG remains in the NAG food product after the heating.

- (Original) The method of claim 14, wherein the heating comprises baking, broiling, or boiling the NAG food product.
- (Previously Presented) The method of claim 14, wherein the NAG present in the NAG
 food product is about 0.01 g NAG/10 g of food product to about 1 g NAG/0.5 g of food product.
- (Original) The method of claim 14 wherein the NAG food product is heated to a temperature of at least about 200°F.
- 18. (Previously Presented) A method of preparing a beverage, comprising: deriving NAG from a fungal biomass containing chitin or bacteria that produce NAG; adding at least about 0.01g NAG per serving to a beverage to form a NAG beverage, wherein a serving is about 8 ounces; and

heat pasteurizing the NAG beverage at a temperature of least about 160°F, wherein at least about 0.007g NAG per serving remains in the NAG beverage after heat pasteurizing.

19. - 24. (Canceled)

- 25. (Previously Presented) The method of claim 6, wherein at least about 90% of the NAG remains in the NAG beverage after the heating.
 - 26. (Canceled)
- 27. (Previously Presented) The method of claim 14, wherein at least about 90% of the NAG remains in the NAG food product after the heating.